TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman Eddie Roberson, Director Pat Miller, Director Ron Jones, Director



460 James Robertson Parkway Nashville, Tennessee 37243-0505

NOTICE OF FILING

DOCKET: 03-00630

IN RE: Petition of XO Tennessee, Inc. for Arbitration with BellSouth

Telecommunications, Inc. Pursuant to the Telecommunications

Act of 1996

Petition for Arbitration of the Interconnection Agreement Between

BellSouth Telecommunications, Inc. and XO Tennessee, Inc.

Pursuant to Section 252(B) of the Telecommunications Act of 1996

DATE: August 25, 2006

On June 7, 2006, the Pre-Arbitration Officer directed the Parties to file an update on the status of negotiations in this docket. On June 9, 2006, the parties reported that negotiations continue but there was nothing new to report in terms of a settlement.

Previously the parties reported that they were engaged in negotiations at a regional level concerning an interconnection agreement that would apply to Tennessee as well as other states in the BellSouth region. However, no such filing has been submitted in this docket.

The parties are hereby directed to file an update on the status of their negotiations in this docket no later than 2:00 p.m. on Friday, September 15, 2006.

FOR THE TENNESSEE REGULATORY AUTHORITY:

Gary Hotvedt

Pre-Arbitration Officer

c: Parties of Record

Docket File